Reviewer Instructions for the Resource Management Strategies.

Thank you for taking the time to review the Resource Management Strategies; your thoughts and effort will improve the California Water Plan Update 2013. This March, these Resource Management Strategies are being circulated primarily amongst the active participants in the Water Plan process, our standing committees and caucuses. When your feedback is incorporated, the RMS will be re-released to the broad public.

Given the short feedback period, and our plans for additional feedback later, we ask that you focus your reviews this round. We welcome feedback with an emphasis on:

- Please do not comment on grammar or formatting; these versions will receive more editing later this year;
- Please point out opportunities for updating the RMS. If you are aware of relevant new projects, legislation, or developments, it would be great to hear about those;
- Please also point out new technologies that are relevant to an RMS;
- Please make suggestions for simplifying the recommendations;
- If you have suggestions for metrics that could measure progress for an RMS, we would like to lay the groundwork to include those in the next Progress Report and the Water Plan Update 2018.

Submit your feedback to the California Water Plan email address: cwpcom@water.ca.gov by April 15^{tht}. They'll be given to our Subject Matter Experts to incorporate into their RMS. If you have any questions, please contact Megan Fidell at mfidell@water.ca.gov.

Chapter Details — Draft

Authors or volume leads, please provide context and input to the publications staff in the space below. [Any notes to authors from the editing staff are provided within the text in gray highlighting or as comments.] Volume 3, Chapter 20, "Agricultural Land Stewardship" Volume and chapter number Practice Resource Stewardship Management objective Contact person Bruce Gwynne Notes to editor Katy Mamen Design/graphics information None at this time. Box information This chapter currently has two related boxes. For Update 2009, it had a third, but that was a list of acronyms/abbreviations. For Update 2013, the publications staff will be generating that list anew and placing in the list of contents for this chapter instead. The remaining boxes have been renumbered, as have any mentions of boxes in the text. The remaining related boxes are: Box 20-1, "Initiatives that Exemplify Agricultural Land Stewardship Strategy" Box 20-2, "Examples of Agricultural Land Stewardship Practices" Table information This chapter currently has two related tables: Table 20-1, "Annotated List of Agricultural Land Stewardship Best Management Practices (by Resource Issue Addressed and Hydrologic Regions of Greatest Applicability)" Table 20-2, "Examples of Sources of Informational, Technical, and Financial Assistance for Agricultural Land Stewardship" Glossary entries Type any terms/definitions here that you would like to see included in the glossary. Please ensure they are defined in the text of this chapter, too. Captions Type any captions for known photos here. Include the image's file name or description of photo. **TBD** Recommended pull quotes If additional information needs to appear in the margins (e.g., directional notes to readers, Column notes perhaps telling them where to find related content in other sections of Update 2013), type that information here and indicate what portion of the chapter it should accompany.

Chapter 20. Agricultural Land Stewardship

"... 'Agricultural land stewardship' means farm and ranch landowners—the stewards of the state's agricultural land—producing public environmental benefits in conjunction with the food and fiber they have historically provided while keeping land in private ownership." — California Water Plan Update 2005, Agricultural Land RMS.

Agricultural land stewardship broadly means the conservation of natural resources and protection of the environment. Land managers practice stewardship by conserving and improving land for food, fiber and biofuels production, watershed functions, soil, air, energy, plant and animal and other conservation purposes. Agricultural land stewardship also protects open space and the traditional characteristics of rural communities, as well as open space within urban areas. Moreover, support for public benefits from stewardship activities helps landowners maintain their farms and ranches rather than being forced to sell their land because of pressure from urban development.

Agricultural land stewardship will continue to be a leading priority in the implementation of California Water Plan Update 2009. Working landscapes will increasingly be relied on for flood management and water storage and conservation, as well as to provide critical habitat at key locations and sequester carbon, while maintaining ongoing primary productivity of food and fiber. It is also anticipated that difficult decisions will need to be made to sacrifice some productive agricultural land to ecological functions, in order to fulfill the goals of reliable water supplies and functional ecosystems. Conversion of agricultural lands to other uses (e.g. urban, industrial), can compromise a landscape's ability to provide ecosystem services to the public.

Since the California Water Plan Update 2009, new assistance programs, as well as laws and regulations affecting agricultural land stewardship, have been created or enacted, and old ones eliminated, reduced, or expanded. Some of the key policies and initiatives are listed below.

Federal:

- Federal Farm Bill reauthorization.
- US Fish and Wildlife Service, Partners for Fish and Wildlife Program (http://www.fws.gov/cno/partners/)
- Natural Resources Conservation Service (NRCS) Agricultural Water Enhancement Program (AWEP), a part of the Environmental Quality Incentives Program (EQIP) (http://www.ca.nrcs.usda.gov/programs/awep.html)

State:

- AB 32 Greenhouse Gas Reduction Act Climate Action Team Ag Work Group (AgCAT).
- The California Department of Transportation-led Regional Blueprint (http://calblueprint.dot.ca.gov/)

- The Governor's Strategic Growth Plan/Strategic Growth Council. (http://www.sgc.ca.gov/)
- New agency programs since 2005 that support Agricultural Land Stewardship, such as the
 Wildlife Conservation Board's Ecosystem Restoration on Agricultural Lands (ERAL) program.
 (http://www.wcb.ca.gov/Pages/eral_project.asp) Many new programs were made possible by
 enacted bond measures discussed above.
- The San Joaquin Valley Blueprint. (http://www.valleyblueprint.org/)

Non-governmental organizations:

- Ag Innovations Network-convened county-level Food System Alliances, California Roundtable on Water and Food Supply, and the California Roundtable on Agriculture and the Environment. (http://www.aginnovations.org)
- American Farmland Trust California Chapter (http://farmland.org/california)
- Audubon California Land Owner Stewardship Program (http://ca.audubon.org/lsp/)
- The California Agricultural Water Stewardship Initiative, a project of the California Roundtable on Water and Food Supply. (http://www.agwaterstewards.org)
- The California Dairy Quality Assurance Program. (http://www.cdqa.org/)
- The California Rangeland Water Management Plan
- The California Rangeland Conservation Coalition. (http://www.carangeland.org/)
- Community Alliance with Family Farmers. (http://www.caff.org/)
- Mokelumne Watershed Environmental Benfits Program. Environmental Defense Fund and Sustainable Conservation (http://www.edf.org/sites/default/files/mokelumne-program-description.pdf)
- Fish-Friendly Farming sponsored by the California Land Stewardship Institute. (http://www.fishfriendlyfarming.org/)
- Roots of Change. (http://www.rocfund.org/)
- The Sacramento River Conservation Area Forum.
 (http://www.sacramentoriver.org/SRCAF/index.php)
- Sustainable Conservation (http://www.suscon.org)
- Wild Farm Alliance. (http://www.wildfarmalliance.org/)
- Other agricultural production groups' environmental stewardship initiatives, such as the California Association of Winegrape Growers Sustainable Winegrowing Program; the California Rice Commission's Conservation Program. (http://www.cawg.org/, http://www.calrice.org/a6c_conservation.htm)

Agricultural Land Stewardship in California

Agricultural land in California comprise about 31.6 million acres (California Department of Conservation, Division of Land Resource Protection, Farmland Mapping and Monitoring Program 2008). About 12.4 million of these are cultivated, while the remaining 19.2 million acres are rangeland. Agricultural land includes both cultivated and non-cultivated land used for production of plant and animal products. Stewardship of this land requires constant balancing between market forces, natural constraints and ever-changing social expectations. In describing this dynamic, Giannini Foundation's Special Report 04-1, "Whither California Agriculture: Up, Down, or Out?" lists seven persistent elements that have shaped California Agriculture over the last 240 years (formatting added):

20-2

First, California agriculture has always been "demand driven." It was

never subsistence, family-farm agriculture like that which characterized much of early United States agriculture (Cochrane, 1993); rather, it was driven by entrepreneurs seeking riches by serving high-value and/or newly emerging markets. These markets were generally distant and often foreign: hides and tallow to the United Kingdom and Boston; wheat to Europe and beyond; fruits, nuts, and vegetables to the East Coast, Europe, and, more recently, Asia; and wine to the world.

Second, California agriculture is resource-dependent (land and water). Its history includes aggressive development of new land and water resources along with cases of soil and groundwater exploitation—the nature and severity of which has changed over its history.

Third, California agriculture has been shaped by the absence of water in the right place. It has always been in search of more water and has been an aggressive participant in water debates (wars?) with both internal and external competing interests.

Fourth, California agriculture has always depended on a large supply of agricultural labor for cultivating and harvesting its abundant produce from both relatively large-scale operations and specialty-crop farms. The source of a stable supply of field labor has varied over time with immigrants from Asia and the Americas.

Fifth, California agriculture has grown rapidly and almost continuously, although it has been periodically buffeted by natural catastrophes (e.g., floods, droughts) and adverse economic shocks (e.g., the Great Depression, various recessions).

Sixth, California agriculture, at least since the Gold Rush, has required very high levels of management skills—both technical and economic. It has always been dominated by large-scale operations that have grown in complexity and sophistication.

Seventh, it has always been on the technological frontier in developing, modifying, or stealing new technologies, such as large-scale mechanical technology, irrigation equipment, horticulture/plant varieties, pest control, food processing, and wine making."

Institutions and policies have been developed in response to these challenges. Public investment in water infrastructure (reservoirs, canals, drains, levies, dykes) has been in the forefront of these.

California's 16.5 million acres of rangeland strongly differ from cropping systems in their impacts on water, and the management strategies to enhance water quality and quantity. Eight of California 12 major drainage basins are dominated by vegetation types that are commonly grazed

and two-thirds of the major reservoirs in the state are located on rangeland. The location of rangelands between the forested areas and major river systems means that almost all surface water in California passes through rangeland. Rangelands in California act like a sponge capturing, filtering and releasing it slowly so it can be used for urban, recreational, agriculture and environmental uses. With climate change models predicting less precipitation as snow and more as rainfall, the ability of rangelands within to maximize capture and minimize runoff of precipitation becomes increasingly important. Compared with other agricultural land uses, healthy rangelands have the capacity to decrease erosion, and the likelihood of nutrient contamination of water may be much lower than that of other forms of more intensive agriculture. Plant root systems form dense mats that effectively serve as filters to remove contaminants before they can seep into the groundwater. Adequate plant cover also improves soil health. In addition the presence of grazing animals can build soil organic matter reserves, resulting in soils having increased water-holding capacity, increased water-infiltration rates, and improved structural stability. Rangelands play a key role in ensuring watershed function in California, and ranchers can contribute to improved water supply and quality in streams and rivers through adoption of various management practices. Benefits of those practices are not restricted to improving water quality and water yields, but extend to wildlife habitat co-benefits that improve biodiversity and to agricultural productivity. Investment in green infrastructure through rangeland conservation programs that aim to secure beneficial land uses through conservation easements and best management practices in order to protect both water supplies and water quality is a cost-effective way of protecting and maintaining healthy watersheds in California. Because rangelands and cropping systems differ in their effects on water, and management approaches to improve water quality and quantity, future Water Plan updates may present a strategy for agricultural land stewardship that is separate from stewardship of rangeland.

California Land Conservation (Williamson) Act of 1965: Underscoring the economic importance of agricultural land, California lawmakers enacted the California Land Conservation Act of 1965 (Williamson Act) in order to protect agricultural land and open space from premature conversion to urban uses. The Williamson Act program, administered through the California Department of Conservation (DOC) Division of Land Resource Protection (DLRP), provides economic incentives to counties to promote land use planning decisions which conserve farmland to the greatest extent feasible. About 16 million acres, roughly half of the farmland in California (cropland and rangeland), is covered by long-term contractual protections under the Williamson Act.

Article 13, Section 8 of the California Constitution restricts taxation of open space land, including farmland, to promote conservation, preservation, and continued existence of this necessary resource.

The Watershed Coordinator Grant Program, also administered by DLRP, supports projects implementing water conservation, working with private land for watershed health, erosion and public education for water quality, best management practices, science and planning in watershed management, and working with landowners, building relationships, to build better, healthier watersheds. Permanent protection of farmland through agricultural easements is partially funded by matching fund grants administered by DLRP. Other institutions supporting

agricultural land stewardship include Resource Conservation Districts (RCDs), University of California Cooperative Extension offices (UCCE), Natural Resource Conservation Service field offices (NRCS), county Agriculture Commissioners, and the California Department of Food and Agriculture.

The size and terrain of California allows for a diverse agriculture sector that includes extensive and intensive systems. This comes with costs, not the least of which are the large amounts of capital and land needed for water capture, storage, transport, and disposal (i.e. Lower Klamath Lake; Salton Sea). Other resource management strategies requiring significant land resources may be compatible with or conflicting with ongoing agricultural uses. Among these are: Flood Management; Ecosystem Restoration; Watershed Management; Forest Resource Management, Economic Incentives; Water Transfers; Agricultural Water Use Efficiency; and Urban Land Use Management. This narrative will discuss overlap with some of these other strategies.

Agricultural Land Stewardship Approaches

There are many ways that agricultural land can provide conservation benefits and be profitably managed. Cropland and rangelands can be managed to reduce or avoid streambank erosion or storm water runoff. Streambank stabilization may include a buffer strip of riparian vegetation which slows bank erosion and filters drainage water from the fields. Measures such as these can minimize or reduce the effects of agricultural practices on the environment and help meet governmental regulatory requirements while also reducing long-term maintenance problems for the landowner and providing environmental co-benefits.

Agricultural land stewardship is not a new concept. Under various names, it has been practiced by many farmers and ranchers and encouraged by the California Department of Conservation's programs and the US Department of Agriculture (USDA) through the Natural Resource Conservation Service and various nongovernmental entities for many years. The California Resource Conservation Districts (RCDs), and other entities, specialize in working with private landowners in watershed management and coordination strategies. Governmental land acquisition programs do not constitute agricultural stewardship when they take farm land out of production. These programs are limited, as they now can affect only a small portion of agricultural land. Still, stewardship is increasingly considered by governmental and nongovernmental organizations for protecting natural resources while keeping the land in productive private ownership.

A range of private and public programs and initiatives already exist that fit the stewardship model (see Box 20-1). Many public programs provide technical assistance on what crops to plant, and how to plant, cultivate and irrigate them. Similarly, in rangelands, these programs enhance water quantity and quality, and other ecosystem services by providing information on grazing intensity and timing, and strategies for fencing and developing infrastructure to provide water to livestock. Other programs provide technical help on wildlife-friendly farming and ranching techniques for terrestrial and aquatic ecosystems. Additional types of programs cover soil, water, and habitat conservation planning. These efforts can identify suitable areas for

farming and habitat management, and identify key rangelands and croplands that should be protected from development, due to the multiple services they can provide. Urban planning programs can also be used to avoid agricultural land fragmentation and permanent loss of valuable agricultural land because of urban development (see the urban land use management strategy). And finally, there are programs that limit or cease commercial agricultural use to promote wetlands and other wildlife sensitive areas, while keeping land in private ownership and stewardship.

The following examples describe a range of stewardship programs.

Butte County Resource Conservation District, Department of Conservation Watershed Coordinator Program Oaks and Groundwater Outreach RCD: (530) 534-0112; www.buttecountyrcd.org

Central Modoc Resource Conservation District, Department of Conservation Watershed Coordinator Program Working with Private Lands for Watershed Health RCD: (530) 233-8872; www.cmrcd.org

Coastal San Luis Resource Conservation District, Department of Conservation Watershed Coordinator Program Water Quality and Conservation RCD: (805) 772-4391; www.coastalrcd.org

Colusa County Resource Conservation District Department of Conservation Watershed Coordinator Program Local Partnerships are Critical to Program Success RCD: (530) 458-2931; www.colusarcd.org

Contra Costa Power and Water District Department of Conservation Watershed Coordinator Grant Program Water Quality and Best Management Practices District: (925) 313-2313

El Dorado Irrigation District Department of Conservation Watershed Coordinator Grant Program Science and Planning in the Watershed District: (530) 642-4007 Glenn County Resource Conservation District Department of Conservation Watershed Coordinator Grant Program Permit Coordination for Environmental Enhancements RCD: (530) 934-4601 x4; www.glenncountyrcd.org

Napa County Resource Conservation District Department of Conservation Watershed Coordinator Grant Program Enhancing a Watershed RCD: (707) 252-4188

Stockton East Water District
Department of Conservation
Watershed Coordinator Program
Community Building for Watershed Health
District: (209) 948-0333

Tehama County Resource Conservation District Department of Conservation Watershed Coordinator Program Building Relationships to Build a Better Watershed RCD: (530) 527-3010 x120; www.tehamacountyRCD.org

Westside Resource Conservation District Department of Conservation Watershed Coordinator Program Rainfall, Tamarisk, and Tree Propagation

RCD: (559) 647-9198

The CALFED Working Landscapes Subcommittee

The Bay-Delta Public Advisory Committee (BDPAC) established a Working Landscapes Subcommittee to advise it on the formulation of a working lands management approach for Bay-Delta Programs (see Box 20-2). The Working Landscape Subcommittee seeks to provide the committee with creative and practical strategies that (1) enhance the sustainability of California agriculture; and (2) provide for participation of local communities, landowners and managers; while (3) significantly fulfilling the CALFED Record of Decision to restore ecological health and improve water management for beneficial use of the Bay-Delta system while minimizing harm to agriculture.

The Farm Security and Rural Investment Act of 2008

The reauthorized federal 2008 Farm Bill provides several new and traditional agricultural conservation programs that exemplify an agricultural land stewardship strategy. All programs are voluntary. Many programs may include technical assistance, financial incentives, or temporary and permanent set-aside payments for various purposes.

California Agricultural Water Stewardship Initiative (CAWSI)

CAWSI raises awareness about approaches to agricultural water management that support the viability of agriculture, conserve water, and protect ecological integrity in California. This effort of the multi-stakeholder group, the California Roundtable on Water and Food Supply includes an online resource center of agricultural water stewardship practices and a host of additional useful resources.

California Rangeland Water Quality Management Plan

In 1990, California's range livestock industry led by the California Cattlemen's Association developed a program of voluntary compliance with the Federal Clean Water Act, federal and state coastal zone regulations, and California's Porter-Cologne Act. This initiative led to the development of the California Rangeland Water Quality Management Plan (CRWQMP) for nonfederal rangelands, which was approved by the State Water Resources Control Board in 1995. The management plan provides for development and implementation of ranch water quality plans on a voluntary basis. In 1994, UCCooperative Extension (UCCE) and NRCS began to develop education programs to support landowners in the development of individual water quality management plans. These plans focused on nonpoint source assessment, development of water quality protection objectives, implementation of practices, and monitoring in the short and long-terms. Several workshops targeting landowners have been conducted throughout the state by UCCE. The program has been effective; the majority of ranchers who developed management plans went on to implement best management practices (BMPs).

Payments for Watershed Services

A new voluntary, market-based mechanism that funds conservation easements and or conservation practices on private lands for watershed services (i.e to protect water sources and maintain and improve water quality). These programs include one or several buyers (public agencies, private companies, non-profits, consumers). Several of these programs are being implemented in the U.S. and in California.

Potential Benefits of Agricultural Land Stewardship

Agricultural land stewardship should be included as an integral component of regional integrated resource planning, including watershed planning and implementation. Agricultural land stewardship can use stewardship practices to protect the health of environmentally sensitive land, recharge groundwater, improve water quality, provide water for wetland protection and restoration, reduce costs to the state for flood management, and aid riparian reforestation and management projects. Land can also be managed to improve water management, urban runoff control, water storage, conveyance and for groundwater recharge. These stewardship practices are attractive since they don't rely on construction of major facilities and provide a range of environmental co-benefits.

Agricultural land stewardship can be part of a regional strategy of urban

growth management

Agricultural land provides public benefits for floodplain management, scenic open space, wildlife habitat, and defined boundaries to urban growth. Stewardship provides the rural counterpart to urban efforts to encourage more water efficient development patterns. It also can minimize fragmentation of agricultural land by development that can decrease productivity and decrease the provision of ecosystem services.

Climate Change

Mitigation

Agricultural land stewardship can lead to increased sequestration of carbon and nitrogen, common greenhouse gasses. On-farm management of green waste and other soil-building practices can retain carbon and nitrogen within the soil, benefitting both tilth and overall soil health. Enhancing soil organic matter also increases water retention in soils, thereby serving an important climate mitigation function. Efficient production of crops for fuel can reduce the rate of greenhouse gas emissions from fossil fuels. Production of crops for long-term carbon sequestration is an emerging practice. In rangelands, management practices such as prescribed grazing and management of woody vegetation have the potential to increase carbon sequestration. Recent findings from the Marin Carbon Project relate soil organic matter enhancement on grazing land to carbon sequestration. (See practices listed in Table 20-1 for this, and subsequent, points.) Grazing and brush management can be used to reduce the risks of wildfires and subsequent impacts to watersheds.

Adaptation

Provide Water Supply Benefits

Agricultural land stewardship includes wise management of water for on-farm application, for groundwater infiltration, and for downstream users. Because of their geographic location rangelands play an essential role in the supply of surface water in California. By keeping healthy riparian areas and adequate plant cover rangelands are able to capture rainfall and prevent erosion and runoff. Vegetation management practices such as brush control and invasive species control can improve hydrological conditions and increase water supply. As agricultural lands are converted to urbanization the capacity of the land to capture and release water slowly decreases so there is more runoff and less recharge.

Improve Drought Preparedness

Agricultural land stewardship includes practices to promote local sufficiency and sustainability. Local sufficiency and sustainability are improved through wise management of surface water and groundwater. Well-managed supplies of local groundwater can be a cost effective solution to drought preparedness. During times of drought, and at times when operating constraints prevent the delivery of allocated water supplies, landowners conserve available water by using local groundwater, reducing cultivated acreage (fallowing), shifting crops to lower water consuming crops, building the water retention capacity of soils, installing irrigation ponds to capture winter

stormwater, and by such practices as stumping a portion of trees in an orchard to maintain high quality for a reduced yield. In rangelands, high root biomass of grasses can enhance water infiltration (and decrease runoff), and range management practices that increase soil organic matter increase the water retention capacity of soils.

Operational Flexibility and Efficiency

Agricultural land stewardship includes partnerships for water management to promote flexibility and efficiency in operations. Water banks, water loans, water transfers, conjunctive management, causeway farming, and other land management practices can contribute to operational flexibility and efficiency.

Reduce Flood Impacts

Managed lands are essential for flood management. By allowing floodwaters to spread, dissipating energy, sediments are retained as soil on the landscape. Stewardship of agricultural land protects developed land while preserving productivity.

Environmental Benefits

Agricultural land stewardship uses adaptive management to improve efficiency, reduce energy consumption while maintaining working landscapes, habitat, and open space. In addition to these direct environmental benefits of agricultural land stewardship, farmlands proximate to urban populations can benefit the environment by providing local sources of food requiring less transportation and storage, thereby conserving energy and land, while reducing greenhouse gas emissions produced in transport and storage of fresh produce. California's rangeland ecosystems are important for species conservation because they are the most species-rich in California, with more than 300 vertebrate, 5000 invertebrate, and 2000 plant species (Allen-Diaz et al. 2007; Barrett 1980; Garrison and Standiford 1996; Verner 1980).

Energy Benefits

Agricultural land stewardship practices and strategies can reduce the use of energy on working land, as well as produce resources that can be used directly, or after processing, to create new energy. These practices include: conservation tillage to reduce farm implement energy use; photovoltaic installation to power farm equipment; switching to different equipment that uses less or less polluting energy; developing on-farm water sources, such as ponds, to reduce energy required for pumping water to farm and crops; improve soil moisture retention capacity by increasing soil carbon, reducing energy required for irrigation; composting, fermenting or burning of agricultural waste to generate kinetic energy from latent energy for use on-farm/ranch or sale to the energy grid; growing of energy crops on existing cropped land to produce renewable befouls, such as bodies and ethanol. Solar and hydroelectric energy production may be compatible with farming operations.

Recreational Opportunities

Working farms and ranches preserve open spaces which are both the backdrop and the source of recreational opportunities. Many open space areas open for public recreational activities are greatly enhanced by virtue of being surrounded by the open spaces of working farm land.

Waterfowl, game, and fisheries are all found in conjunction with well-managed agricultural land. Increasingly, connector trails between public land pass through land maintained in agricultural vitality. Several areas used for public recreation in California are managed through grazing to enhance habitat for native plants and wildlife, reduce invasive species and decrease wildfire risks.

Reduce Groundwater Overdraft

Agricultural land is in the forefront of groundwater management. Opportunities to manage and store groundwater supplies continue to improve the long-term operational flexibility of total water supplies in wet and dry times.

The Social Equity of Agricultural Land Stewardship

Proper application of agricultural land stewardship can reduce off-farm impacts to residents of rural communities, through protection of soil, air, and water resources, as well as by providing meaningful jobs producing agricultural commodities.

Food Security

Provision of a safe, nutritious, affordable, domestic food supply.

Potential Economic Costs of Agricultural Land Stewardship

Governmental and nongovernmental entities are seeking ways to secure funds for conservation practices that can be part of stewardship. In general, there is agreement by economists on three questions (1) what are the direct costs for supporting stewardship programs? (2) what are the common ways to measure the costs for the wide range of environmental values? and (3) what current level of investment is needed to sustain stewardship for the long term?

Developing stewardship costs is similar to estimating costs of managing land to avoid environmental impacts such as air and water pollution, or to provide wildlife habitat or secure food and fiber production. Stewardship is a way of doing business and it should be a part of an economic model that shows a return on investment by placing a value on healthy communities and their quality of life. In addition, agricultural land stewardship helps avoid costs associated with urban land use. It is difficult to quantify the costs that are prevented by agricultural land stewardship. Not only are there cost savings by avoiding expansion of infrastructure, but there are avoided costs for flood damage reduction measures and urban runoff. These costs have not been quantified for broad reference and application.

Some legislative proposals are seeking to provide annual payments for conservation benefits that may be part of private land management programs. Experience and recent trends suggest that many California agricultural land owners may participate in some agricultural land stewardship programs if the annual rents they receive are about \$100 to \$200 per acre. A survey of ranchers in California shows that they are very interested in participating in market-based programs to provide ecosystem services. Based on a Department of Water Resources (DWR) preliminary estimate, agricultural land stewardship practices in California could cost about \$5.3 billion by year 2030.

Costs of implementing agricultural land stewardship will be dealt with in at least three ways:

- 1. Actual costs of best management practices where those have been documented in recent studies or project, or by conservation or agricultural agencies, such as the USDA Natural Resources Conservation Service. Costs would be expressed in terms of dollars per acre or mile, for example, or for installation of a structure.
- 2. A range of costs based on past experience or range of levels of implementation of an agricultural land stewardship practice or strategy. An example would be the cost of agricultural easement acquisition, which would vary from place to place in California, and would also vary based on the extent of property interests purchased by an easement agreement (e.g., just development rights, or development rights, plus flowage rights including restrictions on crops that can be planted under the easement agreement).
- 3. Cost estimates in reports and studies of solving a resource issue in a region or statewide. An example might be a State agency's estimate of the current cost of installing riparian buffers to protect water quality on high priority water bodies in a particular State Water Quality Control Board's region.

Sources of Agricultural Land Stewardship Assistance

In narrative and table form, sources of three kinds of assistance available to State and regional water management program managers will be described. The focus will be to provide a resource for Integrated Regional Water Management Plan managers, for both active and prospective plans. Table 20-2 will be used to support a narrative description of sources of information and data, "boots on the ground" technical assistance, technical advice, and financial assistance (grants, loans, cost-share, and in-kind). The table will list public or private non-profit agencies that provide assistance, kinds of assistance, examples of applications, and contact information of providing organization.

Major Issues Facing Agricultural Land Stewardship

There are Major issues related to improving agricultural land stewardship include mixing economic endeavors with environmental goals and economic markets and land conversion. Increased focus on this strategy is necessary to implement regional integrated resource planning and management, and demonstrate to the public the measurable benefits of stewardship. Land use change is a critical issue, as conversion from agriculture to urban and industrial land use can result in irreversible loss of a landscape's potential to provide food and multiple ecosystem services that the public benefits from. Every year about 20,000 acres of rangelands are converted to other uses, negatively impacting water provisioning, conservation of biodiversity, and open space.

Resources Needed to Support Agricultural Land Stewardship in California: A Gap Analysis

The needs for agricultural land stewardship in California, and the resources and policies available to support them, do not match. This section will review in very general terms where the gaps exist in terms of financial and technical assistance, data/information, research, and policies. The major providers of conservation support to private landowners—the US Department of Agriculture's Natural Resource Conservation Service, the State-authorized local resource conservation districts, and the California Association of Resource Conservation Districts—are

among a handful of State, federal and local government and private non-profit conservation organizations that will be tapped for information on the gaps. This will be a qualitative discussion, supplemented with quantitative analyses where they exist.

Duplication and Lack of Coordination of Resources to Support Agricultural Land Stewardship

This includes not only duplication and coordination issues among assistance programs, but also the lack of coordination between regulatory drivers of conservation and the programs available to help landowners respond.

Landowner Confidentiality and Privacy Protection

Many environmental regulatory programs understandably require information from working landowners about the effectiveness of grant funding made to help landowners comply with regulations. The issue has at least two facets. First, agencies have a responsibility to account for the expenditure of public funds to achieve resource protection and conservation. Second, there is an enforcement and scientific need for data on the effectiveness of agricultural land stewardship practices that are funded. These data are needed to document compliance, but also to document value of agricultural land stewardship practices to the conservation objectives of the regulatory agency. For example, the State Water Resources Control Board has required farm-specific information as part of the public record of its agricultural water quality grant programs. Besides the vulnerability that farmers and ranchers feel from other regulatory programs that might use the information, the requirement conflicts with USDA's conservation assistance programs and may prevent better leveraging of funds and coordination among agencies with similar goals of agricultural land stewardship.

Leadership

Most states maintain a state council or similar leadership and coordinating body that provide guidance to federal, state, and local programs to achieve agricultural land stewardship. Some have regulatory or oversight authority over local conservation work that uses state and federal funding; others simply set state goals for conservation and serve as a venue for coordination and problem-solving for state programs as well as local conservation entities, especially resource conservation districts.

California once supported a Governor-appointed Resource Conservation Commission that served primarily in the former capacity. The commission failed to keep pace with the changing paradigms of conservation, including the definition of conservation, the move from structural solutions to bioengineering technologies. The commission, though still authorized in State statute, has ceased to operate due to a lack of funding and commissioner appointments. The California Association of Resource Conservation Districts, among others, has called for the recreation of at least a State conservation advisory council. Based in part on the positive experience with the CALFED Bay-Delta Program Working Landscape Subcommittee, the Secretaries of Natural Resources and Food and Agriculture agencies explored the creation of a working land stewardship council made up of stakeholders and agencies to identify and pursue coordinated initiatives in support of agricultural land stewardship. At present, no such State

leadership body exists, though the new California Watershed Council may help to fill this void. This section will build upon the proceeding narrative in addressing the leadership issue.

Underserved Agricultural Land Stewardship Stakeholders, Communities, and Regions

For a variety of reasons, including language barriers, the remoteness and size of communities that affect their capacity to be heard, some landowners, communities, and regions may not receive the share of agricultural land stewardship resources that is warranted by their agricultural land stewardship resource problems. This section will draw upon existing documents to explore this issue.

Regulatory Barriers to Agricultural Land Stewardship

Federal, State, and local regulations and permits may present crippling barriers to agricultural land stewardship. The issue may simply be the time, complexity and cost of complying with regulations relative to the agricultural land stewardship benefits to be achieved. The issue may be the costs and bad fit of regulations resulting from the application of regulations intended for urban land uses and settings to the rural conditions of the agricultural working landscapes. In at least a few circumstances, the application of one agricultural land stewardship practice may place a landowner in jeopardy with another environmental protection standard. The application of a conservation practice that could result in the "take" of listed Endangered Species Act species is one example.

Burden of Bureaucracy

Landowners often do not pursue available conservation financial assistance because of the amount of paperwork and process that they must go through to get the funding. This issue is often a problem of striking balance between funding accessibility and the need to be accountable to the public for the effective and legal expenditure of funds. The liability that administrators face can lead to a cumbersome bureaucracy not commiserate with level of assistance being offered. In addition, farmers and ranchers may have an inherent mistrust of government entities which prevents them from participating in stewardship programs.

Outreach and Demonstration

Cutbacks in UC Cooperative Extension Service, Natural Resources Conservation Service Environmental Quality Incentives Program (EQIP) education and demonstration funding and authority, among other reductions in conservation programs has left the success stories, and how they were achieved, untold. Too few working landowners are aware of the technical and financial assistance that is available to them. There are too few opportunities for landowners to see what their neighbors are doing that saves natural resources and even saves them money. Farm tours, tailgate sessions, workshops, and meetings out on the working landscape are needed to spread information and inspiration. There are good examples that with funding and staff assistance could be replicated. Otherwise, insufficient outreach, education, demonstration, and storytelling opportunities are barriers to agricultural land stewardship.

Some examples include: Stories of stewardship published by the US Department of Agriculture's

Natural Resources Conservation Service, California Farm Bureau Federation, wildlife conservation agencies and organizations like Farming for Wildlife, the California Cattlemen Association and the California Rice Commission, the California Rangeland Conservation Coalition to name a few. Also, there are a growing number of agricultural land stewardship-consistent workshops and training sessions being sponsored sporadically around the state, such as by the UC Small Farm Center; county-level farm marketing associations such as PlacerGROWN in Placer County, the EcoFarm Conference in Asilomar each winter, and others. It is hoped that review of this annotated outline will result in other examples that can be highlighted.

Measuring Performance of Conservation

There is a need to develop metrics and standards to measure and evaluate the efficiency and efficacy of stewardship practices. Metrics need to balance the need for accuracy (ie scientifically based and practicality so they are simple to use and inexpensive.

Documenting Performance of Conservation

The focus being on the need for information that makes it clear to funding organizations and landowners that agricultural land stewardship practices are worth the investment; e.g., the practice will clean up the water enough to meeting regulatory standards or the personal stewardship goals of the landowner.

Regulatory Assurances

As previously noted, divulging personal or site-specific information to a granting agency can open a landowner to further regulatory liability. Similarly, there remains an issue that "no good deed goes unpunished" among some landowners, who fear that on-farm conservation, for example, can lead to the improved health in the population of a listed species, leaving the landowner at greater risk of Endangered Species Act sanctions. The issue is the need for more and easier-to-employ opportunities for regulatory assurances that good conservation deeds will not be punished, but rewarded.

Food Safety

Recent *E. coli* outbreaks from the consumption of leafy greens has supported the food processing industry's efforts to discourage their growers from planting or maintaining vegetation around their fields for fear that wildlife drawn to the vegetation will contaminate the fields. Unfortunately, the vegetation removed is often taxpayer-funded riparian habitat, riparian filter strips, or erosion control vegetation installed by the growers.

Energy Crops and Climate Change

The market and our national and state leaders are encouraging growers to plant energy crops, such as corn and soybeans. While these crops have increased the profitability of farming in many regions, the new cropping patterns can also lead to increased cultivation of new land, higher use of fertilizers and volatile organic carbons for pest management, thereby increasing energy use and greenhouse gas emissions. Cropping and ranching practices that sequester carbon, on the other hand, are best suited to the production of cellulosic ethanol, whose technology is not yet

developed for commercial scale use.

Floodplain Protection and Farming

The working landscape approach to agriculture often advocates the use of agricultural conservation easements to keep land in private ownership and management, while permanently removing the development rights from the land and altering farming and ranching practices to those compatible with floodplain management. Among the common easement restrictions is the limitation on types of crops grown to crops that will not impede floodflows or lead to excessive crop loss claims. As such, flood easements often prohibit the planting of high value and flow-impeding permanent tree and vine crops. Farmers who may otherwise be interested in flood easements may be reticent to participate knowing that their "palette" of crops available to respond to market opportunities will be limited.

Water Conservation and Water Rights

The conservation of water on agricultural land, depending on the nature of water contracts and rights, could result in the loss of water availability. For example, conservation of water could lead to a base of water use that may be used in the future for calculating cutbacks in water allocations. Conserving farmers and ranchers could find themselves in a position that their water allocation during a drought is not sufficient to meet minimum crop needs.

Water Transfers

Increasingly, idling of agricultural land for the temporary or permanent transfer of water or water rights is a strategy to meet urban and environmental water needs in times of shortage, an increasingly normal condition with climate change and population growth. Idling of cropland can result in a degradation of soils from salt accumulation absent the leaching fraction component of irrigation, erosion, or invasive plant species. Strategies are needed that integrate water transfers with crop rotation/agronomic fallowing, soil-building schemes that also provide conjunctive wildlife habitat benefits.

Agricultural Conservation Easements are Forever

There is a growing awareness of the need for agricultural conservation easements to protect land from the fragmentation of agricultural landscapes into parcels too large to mow and too small to farm. Yet, producers often loathe giving up their future "retirement account" of subdivision potential forever. Ways to enable producers to use easements as an aid to financial and estate planning are available, but too few producers are aware of them. One example is the use of clustering development to gain development value income while protecting the bulk of the land for agriculture in ways that do not impede surrounding agricultural uses or exacerbate the provision of urban services by cash-strapped counties.

Farm Market and Economic Considerations

The three legs of sustainability include economic, environmental, and social equity sustainability. A growing body of environmental, labor, food safety, land use and other regulations has increased the cost of doing business in California. Land costs have increased as demand for housing and open space uses compete for land. Trade liberalization and international

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competition from developing countries with lower labor costs and regulatory standards has driven up the prices California producers can command in the marketplace. These and other factors make their choices to invest in agricultural land stewardship practices difficult. Finding market value for the environmental services Californians demand from agriculture is one key to keeping California working landscapes profitable and sustainable. These services include improved wildlife habitat, clean and more abundant water supplies, places to spread floodwaters, recreation, scenic open space, energy, carbon sequestration, groundwater recharge and clean air.

Landowner Concerns

Landowners are concerned that environmental programs that help them improve habitat might attract more threatened and endangered species affecting landowners' use of land. Thus some landowners are reluctant to be involved with government agencies, even though some of these agencies might help landowners to comply with real regulatory requirements.

Federal Endangered Species Act assurances can only be granted by the US Fish and Wildlife Service and the National Marine Fisheries Service. In order to determine what type of species must be covered and possible protective measures that may be required, surveys are necessary to determine what species are present. This only increases landowner concerns that they will be subject to increased restrictions if the presence of endangered species is verified on their property.

Some landowners question how they can adequately maintain their privacy and, at the same time, satisfy the public need for information of farm activities supported by public resources. In addition, there is landowner confusion regarding what type of assurances can be provided. One perspective is that the economic return from certain land stewardship programs may often be less than the return from other options for land use, especially when urban development is an option.

Lack of Information

There is a lack of scientific, economic, social and environmental studies and monitoring of agricultural land stewardship programs to evaluate their merits for ecosystem restoration, water quality, and agricultural economics for large and small agricultural operations. There are conflicting reports about the compatibility of certain agricultural land stewardship and ecosystem restoration programs. There is a need to invest in research to address these issues. In order to justify public investment in stewardship, there must be accountability in terms of monitoring.

Complex Regulations and Programs

Institutional regulations and programs are complex and sometimes conflict. Agricultural landowners may be discouraged when developing a stewardship program for multiple purposes such as water and soil conservation, ecosystems restoration, floodplain and wetlands management, water quality and land use planning. The regulations may seem intrusive to the private landowner but essential for those responsible for environmental protection and restoration programs.

Funding

California has traditionally received proportionately less funding for the federal Farm Bill's conservation provisions relative to its agricultural standing, the value of the threatened resources and the population served, and the interest of the landowner community. Although California farmers and ranchers provide more than 13 percent of the nation's food and fiber, they historically receive less than 3 percent of federal farm conservation funding. Commodity support programs influence stewardship management. California is dominated by specialty crops rather than traditional price-supported commodity programs. The funding inequities of the Farm Bill will become increasingly apparent in the future as production of California cotton, alfalfa, irrigated pasture, and possibly rice decreases and as specialty crops increases.

Regional Cooperation

The effectiveness of agricultural land stewardship depends on having a sufficient number of landowners implementing conservation practices within a watershed. Without regional cooperation, private landowners may be frustrated in reaching their management goals by adjacent operations or watershed activities that do not contribute to better management for environmental functions and values. These values include protecting and reestablishing riparian corridors or water quality within a watershed.

State Policy Goals

In general, land use is a local planning issue subject to local regulation. Statewide planning goals or restrictions may be seen as an intrusion on local governmental powers. If the conflict is between private property and public commitments, then many landowners prefer programs such as the Williamson Act because these are temporary land-use restrictions that landowners can ultimately "opt out" of if they later decide to sell land to development and the asking price justifies the cancellation penalty. As a result, many landowners are wary that they may lose future economic opportunities by committing to permanent restrictions. Likewise, the public may be unwilling to fund the necessary incentive (rental, technical assistance, etc.) programs essential to successful stewardship without a clear understanding of long-term benefits from such programs.

Changing Demographics of Farmers, Farms

As agricultural land stewards age, and lacking a new generation of farmers to take the reins, there is a shift away from mid-sized farms toward large and small farms, the former sometimes held and managed by commercial interests with non-resident managers, the latter being a collection of smaller boutique farming operations. Mid-size, owner operated farms, meanwhile, are vanishing. At the same time, some farming families are diversifying, creating vertical integration of production, processing, packaging, marketing, with the new generation filling both the administrative and farming roles.

Recommendations to Promote and Facilitate Agricultural Land Stewardship

I. Recommendations for State Action

A. Institutional and Leadership Recommendations

- The Natural Resources and Food and Agriculture Secretaries, in consultation with the California Board of Agriculture, US Environmental Protection Agency, Department of Interior, US Department of Agriculture, Department of Commerce, and National Oceanic and Atmospheric Administration, should assess agricultural land stewardship assistance, information and regulatory programs, their effectiveness and level of coordination. This assessment should be done by the end of 2010. The Performance measure is the completion of the assessment report that addresses the issues listed below.
 - A. The assessment should address the need for better coordination between regulatory and assistance programs as well as between assistance and information programs of both State and federal agencies. Recommendations should include mechanisms for improving coordination among State assistance programs; opportunities for leveraging State, federal, and local resources to address agricultural land stewardship issues on a local and regional basis. Recommendations should also address ways for voluntary assistance programs to better help producers meet State resource regulatory mandates. The latter recommendations should include actions for better coordination between State and federal assistance and regulatory programs.
 - B. The assessment should address the need for a statewide agricultural land stewardship leadership and coordination entity, such as a governor-appointed council or the reinvention of the former Resource Conservation Commission.
 - C. Measures to assure implementation of findings should be included in assessment mandate.
 - D. State and federal agencies should work with stakeholders to develop and implement payments for ecosystem services programs that compensate landowners for their stewardship while reducing the cost of regulatory compliance and delivering measurable conservation benefits

B. Regulatory and Process Recommendations

- 2. State funding and staff should be made available through collaboration with the US Department of Agriculture's Natural Resources Conservation Service, state Resource Conservation Districts and appropriate non-profit conservation organizations to develop one-stop shop local and regional-level permit coordination and assistance programs. California Environmental Protection Agency and the Natural Resources Agency should implement this recommendation through use of bond funds, redirection of staff and use of existing local capacity-building programs such as the Department of Conservation's Watershed Coordinator Program. This recommendation should be implemented immediately. Performance measures include reduced cost, time and liability for landowners to implement agricultural land stewardship practices and strategies.
- 3. State Resource protection regulations should be amended to allow qualified third party verification that grant funding to assist landowners in complying with regulations is spent appropriately and effectively, and to collect monitoring data in a manner that protects landowner confidentiality and enables federal participation in conservation actions that assist with regulatory com-

- pliance and the development of data on the effectiveness of agricultural land stewardship practices. Regulatory agencies, particularly the Air Resources Board, the Regional Water Quality Control Board and the Department of Fish and Game should assess regulations and need for amendments in the near term, and propose changes for mid-term achievement of this recommendation. Performance measures would include greater State and federal collaboration in assisting landowners in meeting regulatory requirements; sufficient data on the effectiveness of agricultural land stewardship practices in meeting resource protection regulatory requirements; and an increased level of participation among private landowners in State grant programs intended to assist regulatory compliance.
- 4. The Natural Resources Agency is facilitating the development of a CALFED Bay-Delta Habitat Conservation Plan and the California Department of Fish and Game's Natural Community Conservation Plan to provide regulatory assurances and incidental take permits for water agencies to pump water from the Delta while also implementing a conservation plan to protect Endangered Species Act-listed fish species. The Natural Resources Agency and Department of Food and Agriculture should offer similar leadership as needed to implement Integrated Regional Water Management Plans where agricultural land stewardship is a key component of the regional plans. This is a mid-term recommendation pending adequate staff resources and bond funding availability. A performance measure would be increased implementation of agricultural land stewardship practices that improve terrestrial and aquatic habitat and species diversity.
- 5. Integrate responses to the overlap of existing and forthcoming regulations on climate change, flood control, air and water quality, biodiversity protection, etc., to achieve greater adherence and efficiencies.

C. Financial and Technical Assistance Recommendations

- 6. A partnership between the Natural Resources Agency, the Department of Food and Agriculture, and the US Department of Agriculture's Natural Resources Conservation Service should be formalized to build on existing needs assessments to perform a gap analysis of agricultural land stewardship needs and existing program resources to meet them. The analysis would become the basis for development of a strategy for the use of existing and new bond measure funding, existing General Fund conservation programs and federal conservation programs to fill the identified gaps. The analysis and strategic funding plan should be conducted under the leadership structures recommended in A(1), above. The analysis and strategy should be conducted pursuant to an executive directive or via a legislative proposal, or both immediately, with a product completed before the next water plan update. The performance measures would be increased funding for agricultural land stewardship top priority resource issues; increased State and federal coordination of funding; and better information upon which to allocate available funding to meet the most important agricultural land stewardship needs of California.
- 7. The Natural Resources Agency, the Department of Food and Agriculture and the California Environmental Protection Agency should establish a Farm Bill Interagency Agreement under which California establishes an ongoing presence in the debate over conservation provisions of reauthorized Farm Bills, and in the annual appropriations of funding for conservation to meet the needs of California as identified by the assessment and strategy of recommendation (6), above. This recommendation should be carried out after consultation with the Natural Resources Conservation Service and appropriate farm and conservation interest groups and non-profits. The interagency agreement should be consummated immediately, building on the current collaboration over the reauthorization of the 2002 Farm Bill.

- 8. The Governor should establish a coordinated conservation easement acquisition program that is based on a preference for maintaining working land in private ownership using conservation easements. Currently, there are a number of State and federal easement programs for wildlife, agricultural land, grasslands, forestlands, floodplains and scenic and recreational open space. These programs need better coordination to assure that the highest priority resource lands are protected and that the lands protected are conserving multiple values at once. The funding gap analysis and strategic plan should include an identification of needs for resource land acquisition programs and seek State bond and federal farm, highway and wildlife easement funding to acquire the highest priority agricultural land (among others) that also help to accomplish drought preparedness and flood management goals. This executive action should occur immediately, tied with the implementation of recommendation (6), above.
- 9. Funding for agricultural land stewardship programs should be made available on a voluntary participation basis, but with allocation of funding based on priority conservation needs (recommendation (6) above) and regulatory compliance needs. Financial and technical assistance should be in the form of grants, cost-share, regulatory relief and tax incentives. Most financial and technical assistance should be contingent on a meaningful and feasible level of landowner contributions.
- 10. Relevant agencies should explore the feasibility of a coordinated statewide effort to develop onfarm irrigation ponds that provide offstream capture of winter storm water for summer use. Evaluate current pilot pond projects, obstacles to broader adoption, and benefits for economic viability, local water supply, watershed management, flood control, groundwater recharge, mitigation of climate change, wildlife habitat, etc.

D. Data and Research Recommendations

- 11. The US Department of Agriculture's Agricultural Resource Service, U.C. Cooperative Extension, and the US Department of Agriculture's Economics Research Service should conduct cost-benefit analyses for agricultural land stewardship practices, in particular new and emerging strategies such as keylines and dry farming. California State government leaders should request that funding be directed or appropriated from the federal and State budgets to conduct such research. This is essential research if limited conservation assistance funding is to be spent effectively. Further, if a regulatory approach to working landscapes natural resource issues is to be collaborative, depending on conservation planning and the use of certified best management practices, regulators should be assured that practices employed to improve water and air quality or improve biodiversity are documented as effective. Recently, the University of California at Davis and the US Department of Agriculture's Natural Resources Conservation Service have collaborated to document the costs and benefits of conservation tillage systems. This research should be implemented immediately. Performance measures should include increased confidence in agricultural land stewardship practices as exemplified by greater State and federal funding to support their use by growers; and, increased use of certification programs to assist growers in complying with environmental regulations.
- 12. Agricultural, conservation and food safety organizations and agencies should continue to identify and support needed research on the causes of food contamination to determine the extent to which agricultural land stewardship practices may play a role in causing or resolving the contamination. When research identifies food contamination risks from conservation practices, further research should be supported to adapt existing or develop alternative conservation practices that protect water and air quality, for example, while lowering the risk to food safety. Identi-

- fication of research needs should be continued under the leadership of the University of California and industry and funding found immediately to support research and extension. Performance measure known risk of common conservation practices; reduction of risk from modified or alternative conservation practices (enumerating risks is progressive, adaptive management). Performance measure: known benefits of common conservation practices; increased, widespread adoption of conservation practices that contribute to food safety.
- 13. The US Department of Agriculture, California Department of Food and Agriculture, California Energy Commission, and Air Resource Board and others should support research of agricultural land stewardship practices and strategies with respect to net greenhouse gas emissions and carbon sequestration, including the cultivation of alternative bio-fuel crops and use of agricultural residues. This research should be conducted immediately for application to agricultural land stewardship practices by the next Water Plan update. Performance measures: the application of agricultural land stewardship practices that reduce greenhouse gas emissions and increase carbon retention in the soil.

E. Climate Change

14. Recommendations of the Climate Action Team's agricultural work group should be incorporated into financial and technical assistance programs, particularly those of the US Farm Bill's conservation programs. Assistance programs should support only agricultural practices and crop systems that result in lower greenhouse gas emissions as determined by a life-cycle analysis of the carbon budget of a practice.

F. Floodplain Management and Agricultural Land Stewardship.

15. The Legislature and Congress should appropriate bond and Farm Bill funding, respectively, to continue floodplain protection easement programs that allow conjunctive agricultural uses. Allow as much flexibility for crop selection under easement agreements as possible to avoid limiting grower response to market signals thereby limiting profitability of farming. At the same time, growers should assume the risk of growing high value, permanent crops on flood easement-restricted cropland. The latter recommendation may require immediate changes to statutory or regulatory rules affecting floodplain easement programs. Performance measure: increased participation by growers in floodplain corridor protection grant programs.

G. Water Conservation, Water Rights and Water Transfers

- 16. State and federal water providers should reward conservation by their customers through the use of conservation incentives in water delivery contracts, such as by increasing the water delivery priority to those producers practicing water conservation and agricultural land stewardship measures.
- 17. The Department of Water Resources and US Bureau of Reclamation should establish a water transfer oversight entity that assures that water transfers do not result in a long-term negative impact on the state's food production capacity, or adversely impact rural community economics. The protection of soil health and enhancement of wildlife habitat should be considerations in approving water transfers. For example, temporary crop idling for water transfers should be designed to contribute to a crop rotation system that includes fallowing to build soil moisture and organic carbon content, and provide conjunctive wildlife habitat for such species as the Giant Garter snake. Transfers should reserve sufficient water on transferring land in order to es-

tablish a cover crop. Performance measure: acres of land in rotational conservation fallow programs; amount of water not used (saved) for those acres during fallow periods.

H. Education, Demonstration and Outreach

- 18. The federal Farm Bill should be amended, and appropriations made, to support a return to farmer-to-farmer education, demonstration and outreach on successful conservation programs. The Environmental Quality Incentives Program once included funding for such work. This authority and needed funding should be returned to the Natural Resources Conservation Service as part of its conservation operations and technical assistance budgets. Every Farm Bill conservation program should include funding to not only document program effectiveness, but to share information about the programs and their supported practices with other growers through educational materials, field demonstrations and workshops. This recommendation should be implemented immediately and in the near and long-term as US Department of Agriculture's budget appropriations are made each year, and as Farm Bill reauthorizations occur every five or so years. Performance measure: A greater awareness among working landowners of conservation programs, and greater demand for US Department of Agriculture's conservation program funding and technical assistance.
- 19. State grants that support agricultural land stewardship should likewise include a requirement that each grantee document project success and share lessons learned and successes with other growers and granting agency managers. This recommendation should be implemented, as bond authorities allow, immediately. Performance measure: greater demand among stakeholders and agencies for funding of effective agricultural land stewardship practices and strategies, and the requirement that such funding includes funding for demonstration and outreach.
- 20. The Department of Conservation's Farmland Conservancy Program's funding for planning grants should be expanded in support of recommendations 22 and 23 below. The Administration should work with the legislature to acquire bond measure appropriations that support the Conservation Farmland Conservancy Program, specifically for its planning grants. This recommendation should be implemented immediately and in the long-term as new bond measures are placed on the ballot. See performance measure for recommendation 22.
- 21. The Department of Food and Agriculture and the Department of Conservation should seek funding to support an interagency technical outreach team to facilitate the transfer of technology with respect to agricultural land protection via agricultural conservation easements. The team would work with county planners and agricultural commissioners by sharing information on innovative farmland protection programs and ordinances in other counties. The team would also educate landowners about the tax, estate planning, and other benefits of agricultural conservation easement. This recommendation could be implemented immediately through an interagency agreement and a minor reallocation of staff resources. Performance measures: transfer of successful agricultural land protection programs to other counties; a greater demand for agricultural conservation easements and the funding to purchase them.

II. Recommendations for Local Action

22. Integrated Regional Water Management Plan (IRWMP) applications for funding should embody agricultural land stewardship components where the region addressed by the plan includes agricultural land. This recommendation should be implemented immediately if it is not already. Performance measure: IRWMPs are comprehensive and integrated, including supportive agricultural land stewardship measures and strategies where appropriate.

- 23. Counties should adopt agricultural general plan elements and designate supportive agricultural districts that enhance agricultural land stewardship on high priority, productive agricultural land. These districts should focus regulatory assistance through county agricultural ombudsmen. These districts should also be the focus of local agricultural infrastructure investment, marketing assistance, and the development of agricultural land stewardship practices and strategies in cooperation with local, State and federal agricultural conservation entities. Districts should also be the focus of land protection instruments, such as the Williamson Act and agricultural conservation easements. Other strategies to enhance agricultural resources locally should engage such resource organizations as resource conservation districts, the American Farmland Trust, and Ag Futures Alliances (via Ag Innovations Network), and be integrated with IRWMP and Habitat Conservation Plans where appropriate. This recommendation should be implemented over the long-term as each county general plan is updated. Performance Measure: Number of general plans that include comprehensive plans for the sustenance of local agricultural working landscapes.
- 24. Local entities should look for alternative surces of funding for ag land stewardship such as payments for watershed services

Agricultural Land Stewardship in the Water Plan

[Authors, this is a new heading for Update 2013. If necessary, this section will discuss the ways the resource management strategy is treated in this chapter, in the regional reports and in the sustainability indicators. If the three mentions aren't consistent, the reason for the conflict will be discussed (i.e., the regional reports are emphasizing a different aspect of the strategy). If the three mentions are consistent with each other (or if the strategy isn't discussed in the rest of Update 2013), there is no need for this section to appear.]

References

[Authors, for Update 2013, the "References" section will have the following subheadings: "References Cited" (for references that have in-text citations), "Additional References" (for additional materials that either the author consulted but did not cite or that readers may appreciate generally), and "Personal Communications" (for personal communications that you have documented using the form for that purpose; if you have not documented such communications, just use attribution in the narrative and do not include an entry in the bibliography). For now, the references provided for Update 2009 have been placed under the "References Cited" subhead. If they are no longer cited in the text after the text has been updated for 2013, place them under the "Additional References" subheading instead or delete them altogether. In general, legal references (statutes, codes, acts, etc.) do not need to be included within this section and can instead be described within the narrative above. Additional guidance on references and citations is contained within California Water Plan Update 2013: Publications Process and Style Guide, available from volume leads.]

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